

UNITED STATES DISTRICT COURT  
DISTRICT OF NEVADA

\* \* \*

UNITED STATES OF AMERICA,

Case No. 2:13-CR-18 JCM (GWF)

Plaintiff(s),

ORDER

v.

LEON BENZER, et al.,

Defendant(s).

Presently before the court is defendant Edith Gillespie's ("Gillespie") motion for a judgment of acquittal. (Doc. # 557). The government filed a response, (doc. # 577), and Gillespie filed a reply, (doc. # 578).

Also before the court is defendant Keith Gregory's ("Gregory") motion for a judgment of acquittal. (Doc. # 558). Gillespie filed a motion for joinder to Gregory's motion for acquittal, (doc. # 559), and an amended motion for joinder, (doc. # 560). Defendants David Ball ("Ball") and Salvatore Ruvolo ("Ruvolo") also filed motions for joinder to Gregory's motion for acquittal. (Docs. # 561, 571). The government filed a response to Gregory's motion and the motions for joinder, (doc. # 575), and Gregory filed a reply, (doc. # 595).

**I. Background**

The facts of the instant case are familiar to the court and the parties. On February 25, 2015, Gillespie, Gregory, Ball, and Ruvolo (collectively "defendants") proceeded to trial on charges of conspiracy, wire fraud, and mail fraud.

On Wednesday March 11, 2015, the government rested its case. Outside the presence of the jury, Gillespie's counsel made an oral Rule 29(a) motion for a judgment of acquittal based on sufficiency of the evidence. Gillespie's counsel argued in support of the motion. The government

1 responded, stating its reasons for opposing the motion. The court denied the motion in open court,  
2 but stated that Gillespie could renew her motion at a later date. (Docs. # 538, 590).

3 On the same date, Gregory's counsel made a Rule 29(a) motion for a judgment of acquittal  
4 regarding the sufficiency of the evidence as to count 10. The government responded to the  
5 arguments and the court denied the motion. Ruvolo's counsel also reserved his right to make a  
6 Rule 29(a) motion at a later time. (Docs. # 538, 590).

7 On March 13, 2015, defendant Ruvolo rested his case, concluding all defense evidence. At  
8 that time, Ball's counsel made a Rule 29(a) motion for a judgment of acquittal based on sufficiency  
9 of the evidence. Counsel for all other defendants renewed their Rule 29(a) motions, and Gregory's  
10 counsel added the additional charges against him to the initial motion on count 10. The court  
11 denied the motions and again informed counsel that they could renew their motions later if  
12 necessary. (Docs. # 532, 592).

13 On March 17, 2015, the jury found defendants guilty of the conspiracy and wire fraud  
14 counts against them. (Doc. # 537). Defendants then filed the instant motions.

## 15 **II. Legal Standards**

### 16 **A. Motion for a judgment of acquittal**

17 A defendant may move for a judgment of acquittal, or renew such a motion, within 14 days  
18 after a guilty verdict. Fed. R. Crim. P. 29(c). Such a motion is reviewed for sufficiency of the  
19 evidence. *United States v. Stoddard*, 150 F.3d 1140, 1144 (9th Cir. 1988).

20 “The standard of review for determining the sufficiency of the evidence is whether, after  
21 viewing the evidence in the light most favorable to the prosecution, *any* rational trier of fact could  
22 have found the essential elements of the crime beyond a reasonable doubt.” *United States v.*  
23 *Inzunza*, 638 F.3d 1006, 1013 (9th Cir. 2009) (emphasis in original) (internal quotation marks  
24 omitted) (citing *Jackson v. Virginia*, 443 U.S. 307, 318 (1979) (explaining that “the critical  
25 inquiry” is “whether the record evidence could reasonably support a finding of guilt beyond a  
26 reasonable doubt”)).

1 “[The] district court must bear in mind that it is the exclusive function of the jury to  
 2 determine the credibility of witnesses, resolve evidentiary conflicts, and draw reasonable  
 3 inferences from proven facts.” *United States v. Alarcon-Simi*, 300 F.3d 1172, 1176 (9th Cir. 2002).  
 4 “Circumstantial evidence and inferences drawn from it may be sufficient to sustain a conviction.”  
 5 *United States v. Reyes-Alvarado*, 963 F.2d 1184, 1188 (9th Cir. 1992).

#### 6 **B. Motion for a new trial**

7 “Upon the defendant’s motion, the court may vacate any judgment and grant a new trial if  
 8 the interest of justice so requires.” Fed. R. Crim. P. 33(a). “A motion for a new trial is directed to  
 9 the discretion of the district judge. It should be granted only in exceptional cases in which the  
 10 evidence preponderates heavily against the verdict.” *United States v. Pimentel*, 654 F.2d 538, 545  
 11 (9th Cir. 1981) (citation and internal quotation marks omitted).

#### 12 **III. Discussion**

13 The court will first discuss Gillespie’s motion for a judgment of acquittal, followed by  
 14 Gregory’s motion and the accompanying motions for joinder.

#### 15 **A. Gillespie’s motion**

16 In her motion, Gillespie contends that she is entitled to a judgment of acquittal on all counts  
 17 of the indictment against her. Alternatively, Gillespie asks the court to order a new trial.

18 Gillespie argues that the evidence against her was insufficient to sustain a conviction. She  
 19 also argues that the government committed a *Brady* violation. The court will address each of  
 20 Gillespie’s arguments in turn.

#### 21 **a. Sufficiency of the evidence**

22 Gillespie argues that the evidence at trial was insufficient to support a conviction for each  
 23 charge against her. Specifically, Gillespie contends that she was convicted based on “innuendo,  
 24 suggestion, circumstance, family relationship, and failure to sever ties from the other co-  
 25 defendants.” (Doc. # 557).

26 Gillespie was convicted of one count of conspiracy and one count of wire fraud. The  
 27 sufficiency of the evidence as to each charge will be addressed in turn.

1                                    *1. Conspiracy*

2            Gillespie contends that the evidence against her at trial was insufficient to support her  
3 conviction under count one for conspiracy to commit mail and wire fraud. (Doc. # 557).

4            To sustain a conspiracy conviction, the government must prove: “(1) an agreement to  
5 engage in criminal activity, (2) one or more overt acts taken to implement the agreement, and (3)  
6 the requisite intent to commit the substantive crime.” *United States v. Montgomery*, 384 F.3d  
7 1050, 1062 (9th Cir. 2004) (citation and internal quotation marks omitted). “After a conspiracy is  
8 established, proof of the defendant’s connection to the conspiracy must be shown beyond a  
9 reasonable doubt, but the connection can be slight.” *Id.*

10            Having heard the evidence at trial and reviewed the evidence in light of the standard above,  
11 the court finds that Gillespie’s contention is without merit. The testimony of numerous co-  
12 conspirators and the evidence at trial clearly provided a sufficient basis for the jury to find that a  
13 conspiracy existed here. Further, the government produced sufficient evidence for the jury to  
14 conclude that Gillespie acted as a straw purchaser with intent to further the conspiracy. The  
15 government attaches portions of the relevant evidence to its response, including transcripts of the  
16 testimony of witnesses Anthony Wilson (“Wilson”) and Dominic Rucci (“Rucci”), as well as  
17 accompanying exhibits. (Doc. # 577).

18            At trial, Wilson and Rucci testified about their involvement in assisting Gillespie with  
19 obtaining a loan to purchase a condominium funded by and at the request of co-conspirator Leon  
20 Benzer (“Benzer”). Wilson specifically testified that he told Gillespie about Benzer’s takeover  
21 plan at the Manhattan HOA. Wilson also stated that he helped Gillespie fill out her loan  
22 application, which falsely reported that she worked at Silver Lining Construction (“SLC”),  
23 Benzer’s company. Wilson testified that he discussed how to verify this false employment with  
24 Gillespie. He also testified about details surrounding payments to Gillespie and her friend,  
25 Christine Cabingas, in exchange for their condominium investments on Benzer’s behalf. (Doc. #  
26 577).

1 Rucci stated that he obtained the employment information on Gillespie's loan application  
2 from her directly, and that she signed the loan application attesting that she received \$8,900 per  
3 month working at SLC. The government also introduced exhibits evidencing payments to  
4 Gillespie and her husband, as well as an email from Gillespie to Benzer requesting a list of  
5 questions for a board meeting that her friend Stephanie Markham ("Markham") was attending.  
6 (Doc. # 577).

7 In support of her motion, Gillespie cites the testimony of Ed Lugo ("Lugo"), Ralph Priola  
8 ("Priola"), and Marcella Triana ("Triana"), who stated that Benzer never told Gillespie about the  
9 conspiracy. Gillespie also points to her handwriting expert's testimony regarding forged or  
10 "fraudulent" exhibits. Gillespie suggests that because the government failed to refute this  
11 evidence, a reasonable jury could not convict her of conspiracy. (Docs. # 557, 578).

12 Further, Gillespie believes that the government mischaracterized payments she received  
13 from Benzer, because Benzer provided Gillespie with financial assistance for a number of years.  
14 Gillespie also notes the fact that she claimed her referral fee back on her taxes, in an attempt to  
15 show that she did not know the conduct at issue was fraudulent. (Doc. # 578).

16 The jury in this case heard the evidence and was entitled to weigh the credibility of all  
17 witnesses and information produced in the case. The evidence was not insufficient for the jury to  
18 convict Gillespie of conspiracy. The government adequately proved that Gillespie knew of at least  
19 one of the objects of the conspiracy and intended to help accomplish it.

20 Further, the court properly instructed the jury regarding the law that applies in this case.  
21 The jury was informed of the elements of each charge, what evidence it may properly consider,  
22 and the definition of reasonable doubt. Moreover, the court specifically instructed the jury that it  
23 was required to decide each defendant's case separately, and that mere association is insufficient  
24 to convict.

25 Overall, the evidence presented at trial was sufficient for a reasonable jury to find that  
26 Gillespie knowingly executed the loan documents at issue to perpetrate fraud as intended by the  
27 conspiracy. Accordingly, the court will not grant acquittal or a new trial based on insufficient  
28

1 evidence as to the conspiracy charge. The court will now turn to the sufficiency of the evidence  
2 presented at trial as to wire fraud.

### 3 *2. Wire fraud*

4 Gillespie also challenges the sufficiency of the evidence against her as to her conviction  
5 under count seven for wire fraud. (Doc. # 557).

6 To prove that a defendant committed wire fraud in violation of 18 U.S.C. § 1343, the  
7 government must show that the following elements are met: “(1) the existence of a scheme to  
8 defraud; (2) the use of wire, radio, or television to further the scheme; and (3) specific intent to  
9 defraud.” *United States v. Pelisamen*, 641 F.3d 399, 409 (9th Cir. 2011).

10 As above, the court finds that this argument does not warrant a judgment of acquittal. The  
11 government presented sufficient evidence at trial for the jury to find Gillespie guilty of wire fraud.  
12 The above-mentioned testimony supports this conclusion. Further, Gillespie’s own handwriting  
13 expert confirmed that her signature appeared on the final loan application. The evidence at trial  
14 showed that Gillespie made false statements on her loan application, including representing that  
15 she worked at SLC and that she provided the down payment for the Chateau Versailles  
16 condominium from her own checking or savings account, despite this funding actually coming  
17 from Benzer.

18 Gillespie argues that a reasonable jury could not convict her of wire fraud in light of the  
19 testimony of Rucci and Mahin Quintero (“Quintero”). Gillespie points out that these individuals  
20 admitted to doctoring Gillespie’s mortgage application. (Doc. # 557). Again, this determination  
21 is properly reserved for the jury, and the court finds that the evidence was sufficient to convict  
22 Gillespie of the wire fraud charge against her.

23 Based on the foregoing, the court finds that the evidence at trial was sufficient such that a  
24 rational jury could find Gillespie guilty beyond a reasonable doubt of conspiracy and wire fraud.  
25 Gillespie’s motion will therefore not be granted on the grounds of insufficient evidence. The court  
26 will now examine Gillespie’s contention that the government committed a *Brady* violation.

27 . . .

28 . . .

1                   **b. *Brady* violation**

2                   “The government violates its constitutional duty to disclose materially exculpatory  
3 evidence where (1) the evidence in question is favorable to the accused in that it is exculpatory or  
4 impeachment evidence, (2) the government willfully or inadvertently suppresses this evidence,  
5 and (3) prejudice ensues from the suppression (i.e., the evidence is ‘material’).” *Silva v. Brown*,  
6 416 F.3d 980, 985 (9th Cir. 2005).

7                   “A defendant is denied due process if the prosecution suppresses *Brady* material, which is  
8 evidence both favorable to an accused and material to either guilt or punishment.” *United States*  
9 *v. Dupuy*, 760 F.2d 1492, 1501 n.3 (citing *Brady v. Maryland*, 373 U.S. 83, 87 (1963)). However,  
10 “[w]here . . . a defendant has enough information to be able to ascertain the supposed *Brady*  
11 material on his own, there is no suppression by the government.” *United States v. Aichele*, 941  
12 F.2d 761, 764 (9th Cir. 1991).

13                   “The mere possibility that an item of undisclosed information might have helped the  
14 defense, or might have affected the outcome of the trial, does not establish ‘materiality’ in the  
15 constitutional sense.” *United States v. Agurs*, 427 U.S. 97, 109 (1976). Instead, *Brady* requires  
16 that there be “a reasonable probability that, had the evidence been disclosed to the defense, the  
17 result of the proceeding would have been different.” *Silva*, 416 F.3d at 985 (quoting *Kyles v.*  
18 *Whitley*, 514 U.S. 419, 433 (1995)).

19                   Gillespie contends that the government’s failure to turn over an FBI 302 interview of  
20 Angela Holland (“Holland”) constitutes a *Brady* violation. This evidence relates to the testimony  
21 of Gillespie’s husband, Michael Comer (“Comer”), given during Gillespie’s case-in-chief. (Doc.  
22 # 557).

23                   On direct examination, Comer testified that he knew Benzer to be an “upstanding  
24 businessman.” On cross-examination of Mr. Comer, the government introduced evidence in an  
25 attempt to impeach Comer’s testimony regarding his opinion of Benzer. (Doc. # 590).

26                   The government first questioned Comer regarding his knowledge that Benzer “had the  
27 ability to deal with parking tickets.” Comer testified that he knew this, and that Benzer once  
28 resolved a traffic ticket for him. The government then introduced an email from Triana, Benzer’s

1 assistant, to Holland, a Clark County court employee, regarding Comer's traffic ticket. Comer  
2 stated that he had never seen the email. (Doc. # 590).

3 Gillespie now states that the government improperly failed to disclose an FBI 302 relating  
4 to an interview of Holland. Gillespie asserts that "[t]he use of Holland's email came as a surprise  
5 as it was not a listed exhibit and no FBI 302's regarding this 'ticket fixing scheme' had been  
6 produced." (Doc. # 557).

7 Gillespie's argument fails under each *Brady* prong. The court finds that the evidence is  
8 not material to the charges against Gillespie, nor has she shown how it could be exculpatory.

9 The government used the evidence at issue on cross-examination, to impeach Gillespie's  
10 witness. Nothing before the court suggests that an FBI interview of Holland, the court employee  
11 who allegedly fixed Comer's traffic ticket, would provide any evidence that would change the  
12 result at trial or prove material to Gillespie's defense. Evidence that Benzer fixed parking tickets  
13 is entirely unrelated to the charges against Gillespie.

14 Moreover, the court finds that the material at issue was not suppressed. In her motion,  
15 Gillespie contends that she never received any documents related to the traffic ticket scheme  
16 through discovery. (Doc. # 557). In its response, the government contests this point, stating that  
17 it disclosed numerous FBI 302s of other witnesses, including Triana. (Doc. # 577).

18 The government notes that, among other documents addressing this subject, Triana's FBI  
19 302 included information about the traffic ticket fixing investigation and specifically described  
20 Holland's role. The government also contends that it produced the email at issue almost a year  
21 before trial, thus providing Gillespie ample notice regarding the traffic ticket investigation. (Doc.  
22 # 577). On reply, Gillespie does not contest or in any way respond to these representations by the  
23 government. (Doc. # 578).

24 Based on the foregoing, the court cannot find that the FBI 302 at issue was suppressed by  
25 the government. In any case, the evidence would not have been material or exculpatory as to the  
26 charges against Gillespie. Accordingly, the court finds no *Brady* violation in this case, and  
27 Gillespie is not entitled to a judgment of acquittal or a new trial on these grounds. Because the  
28 court concludes that both of Gillespie's arguments in support of her motion are without merit, the



1 court will deny the motion and proceed to consider Gregory's motion and the related motions for  
2 joinder.

3 **B. Gregory's motion**

4 Gregory advances a number of arguments in support of his motion for acquittal. (Doc. #  
5 558). Defendants Gillespie, Ball, and Ruvolo seek to join Gregory's motion, asserting certain  
6 additional arguments as to the charges against them. (Docs. # 560, 561, 571).

7 The government's response to Gregory's motion addresses the merits of Gregory's motion  
8 as to all four defendants. (Doc. # 575). Accordingly, the court will consider, in turn, whether each  
9 argument set forth in Gregory's motion provides meritorious grounds for a judgment of acquittal.<sup>1</sup>

10 The court will first address the merits of Gregory's argument, and the other defendants'  
11 joinder to his argument, that acquittal is appropriate for the wire fraud convictions at issue in this  
12 case. The court will then turn to defendants' arguments as to their conspiracy convictions.

13 *i. Wire fraud*

14 In their motions, defendants contend that acquittal is appropriate as to their wire fraud  
15 convictions because the government failed to prove that their conduct "affected a financial  
16 institution." Relatedly, defendants argue that their wire fraud convictions were barred by the  
17 applicable statute of limitations. (Doc. # 558). The court will address these arguments in  
18 succession.

19 **a. Wire fraud affecting a financial institution**

20 Defendants contend that they are entitled to acquittal on the wire fraud charges against  
21 them because the government failed to show an effect on a financial institution. This argument  
22 misconstrues the controlling statutes and is accordingly without merit.

23 A judgment of acquittal is not appropriate simply because the government did not prove at  
24 trial that defendants' conduct affected a financial institution. Effect on a financial institution is  
25 not a necessary element of standard wire fraud. *See* 18 U.S.C. § 1343 ("If the violation . . . affects  
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27 <sup>1</sup> Because the court's rulings do not differ for particular counts, the court will not reference  
28 or discuss in detail the particular counts that defendants seek to challenge through the instant  
motions. The conclusions in this order pertain to all four defendants, and all counts against them,  
as applicable.

1 a financial institution . . . .”); *see also* Ninth Cir. Model Crim. Jury Instr. 8.124 (2015). Rather,  
2 wire fraud affecting a financial institution is a more severe crime requiring proof of an additional  
3 element.

4 Whether a defendant’s conduct is proven to affect a financial institution merely dictates the  
5 applicable statute of limitations and statutory maximum sentence and fine. *See* 18 U.S.C. §§ 1343,  
6 3293. Where the government fails to prove that the conduct at issue affected a financial institution,  
7 the penalty for wire fraud is limited to 20 years imprisonment. *See* 18 U.S.C. § 1343.

8 In order for defendants to be convicted of the enhanced wire fraud category, the jury would  
9 have to find beyond a reasonable doubt that their conduct affected a financial institution. *See*  
10 *Apprendi v. New Jersey*, 530 U.S. 466, 490 (2000) (providing that “any fact that increases the  
11 penalty for a crime beyond the prescribed statutory maximum must be submitted to a jury, and  
12 proved beyond a reasonable doubt”); *Jones v. United States*, 526 U.S. 227, 251-52 (1999) (holding  
13 that a statutory aggravating circumstance constitutes an offense element for purposes of conviction  
14 and sentence); *see also United States v. Ubakanma*, 215 F.3d 421, 425-27 (4th Cir. 2000)  
15 (confining defendant’s sentence to statutory maximum for ordinary wire fraud where effect on a  
16 financial institution was not shown).

17 Defendants cite *Apprendi*, *Jones*, and *Ubakanma* in support of their argument that the  
18 government must prove that their conduct affected a financial institution. Defendants contend that  
19 these cases have “explicitly preempted” the government’s argument that it need not prove an effect  
20 on a financial institution. (Doc. # 595).

21 Defendants misread the effect of this case law. *Apprendi* and *Jones* support the conclusion  
22 that in order to hold a defendant liable for wire fraud affecting a financial institution, the  
23 government must prove, and the jury must find beyond a reasonable doubt, that the defendant’s  
24 conduct had such an effect. However, defendants were not convicted of this higher penalty  
25 offense. Accordingly, the court finds that these cases are distinguishable. Defendants are not  
26 entitled to acquittal merely because the jury was not asked to find that their conduct affected a  
27 financial institution.

1 To the extent that defendants argue that acquittal is appropriate because the indictment in  
2 this case charged them with wire fraud affecting a financial institution rather than ordinary wire  
3 fraud, this argument is similarly unconvincing.

4 The parties appear to agree that standard wire fraud is a lesser included offense of wire  
5 fraud affecting a financial institution. (Docs. # 575, 595). However, as the government notes,  
6 Federal Rule of Criminal Procedure 31 provides that “[a] defendant may be found guilty of . . . an  
7 offense necessarily included in the offense charged . . .” Fed. R. Crim. P. 31(c)(1). Accordingly,  
8 the fact that defendants were indicted for wire fraud affecting a financial institution does not  
9 preclude their convictions for ordinary wire fraud.

10 The court will therefore proceed to discuss defendants’ argument that the applicable statute  
11 of limitations barred the indictment against them.

12 **b. Applicable statute of limitations**

13 A wire fraud conviction under 18 U.S.C. § 1343 is generally subject to the five-year statute  
14 of limitations in 18 U.S.C. § 3282. However, 18 U.S.C. § 3293 provides that where the  
15 government proves that the wire fraud affects a financial institution, a ten-year statute of  
16 limitations applies.

17 While the indictment in this case alleged that defendants committed wire fraud “that  
18 affected a financial institution,” the government concedes that “the jury was not asked to find  
19 whether defendants’ conduct affected a financial institution.” (Doc. # 575). The parties therefore  
20 seem to agree that the five-year statute of limitations applies to the wire fraud charges at issue.  
21 (Docs. # 558, 575).

22 Assuming that the five-year statute of limitations for ordinary wire fraud applies to the  
23 instant convictions, the relevant conduct for some counts occurred outside the applicable statute  
24 of limitations. Defendants were indicted on January 15, 2013, thus placing any conduct on dates  
25 before January 15, 2008, outside the relevant five-year period. (Doc. # 1).

26 Nevertheless, the government argues that defendants waived any statute of limitations  
27 argument by failing to make it at trial. The court will now proceed to address the issue of waiver.

28

1                                    **c. Waiver**

2                    “[S]tatute of limitations is an affirmative defense that is waived if it is not raised at trial  
3                    . . . .” *United States v. Hickey*, 580 F.3d 922, 928 n.1 (9th Cir. 2009).

4                    Defendants argue that they did not waive their statute of limitations argument because they  
5                    were not aware that the charges were subject to the shorter five-year statute of limitations until  
6                    after trial. (Doc. # 595). “[A] defendant’s failure to raise a statute of limitations defense in the  
7                    trial court does not result in waiver if raising the defense would have been futile.” *United States*  
8                    *v. Wilbur*, 674 F.3d 1160, 1177 (9th Cir. 2012) (citing *United States v. Manning*, 56 F.3d 1188,  
9                    1195 (9th Cir. 1995)).

10                   Defendants essentially contend that because the indictment included the “affects a financial  
11                   institution” language, they assumed the ten-year statute of limitations applied. Defendants  
12                   therefore assert that they did not know the statute of limitations defense existed until after trial was  
13                   over. (Doc. # 595).

14                   This argument is unconvincing. To the extent that defendants were unaware of any statute  
15                   of limitations argument when trial commenced, defendants should have raised these issues after  
16                   the government presented its case-in-chief or at the close of all evidence. *See Hickey*, 580 F.2d at  
17                   928 n.1 (finding that defendant waived defense that “the conduct that resulted in [defendant’s]  
18                   conviction” exceeded statute of limitations by failing to raise it at trial).

19                   Defendants were charged with and convicted of wire fraud. Defendants failed to raise the  
20                   statute of limitations affirmative defense before trial or at trial after the close of evidence. Based  
21                   on these facts and the above case law, the court finds that defendants waived any statute of  
22                   limitations argument by failing to raise it at trial.<sup>2</sup>

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25                   <sup>2</sup> The government also notes that certain defendants’ Rule 29 motions at trial were made  
26                   based on sufficiency of the evidence only. (Docs. # 590, 592). The government cites Ninth Circuit  
27                   case law holding that arguments not asserted in a defendant’s Rule 29 motion are deemed waived.  
28                   *See United States v. Quintana-Torres*, 235 F.3d 1197, 1199 (“This ground was not advanced when  
                 [defendant] made his motion for acquittal on one specified ground. The objection now advanced  
                 was waived.”). The court is not convinced that this rule applies at the district court level where  
                 defense counsel makes an oral Rule 29 motion and later asserts additional grounds in a written  
                 motion. Nevertheless, the court need not decide whether the rule presented in *Quintana-Torres*  
                 applies here, as the court finds that any statute of limitations arguments are waived.

1 **d. Lesser-included offense**

2 Defendants argue that “where the period of limitation for the crime charged has not expired,  
3 but has expired for a lesser offense included therein, a defendant cannot be convicted of such lesser  
4 offense.” Defendants cite numerous state court cases in support of this contention, none of which  
5 are controlling on this court. (Doc. # 595).

6 The court finds the Ninth Circuit’s holding in *United States v. DeTar*, 832 F.2d 1110 (9th  
7 Cir. 1987) to be instructive here. In *DeTar*, the defendant requested a jury instruction on certain  
8 lesser-included offenses, but later argued in a motion for a judgment of acquittal that the statute of  
9 limitations had run for these offenses. *Id.* at 1113.

10 The court first noted that the statute of limitations is not jurisdictional, and that it is an  
11 affirmative defense that is waived if not asserted at or before trial. *Id.* at 1114. The court then  
12 held that the defendant had waived his statute of limitations argument by requesting the applicable  
13 instruction. *Id.* at 1115 (“[A] defendant who requests an instruction on a lesser included offense  
14 cannot avail himself of a limitations defense for that included offense.”); *see also United States v.*  
15 *Williams*, 684 F.2d 296, 299-300 (4th Cir. 1982) (holding that defendant waived statute of  
16 limitations by requesting and obtaining lesser included offense instruction, pursuant to which he  
17 was convicted).

18 Similarly, here, defendants and the government jointly proposed the wire fraud instruction  
19 at issue. (Doc. # 544). Further, the court gave the parties multiple opportunities to present  
20 objections to the jury instructions in this case, and defendants never raised their statute of  
21 limitations arguments or requested changes. Defendants benefitted from the court’s instruction to  
22 the jury on the lesser wire fraud offense in that a lower statutory maximum applies. *See DeTar*,  
23 832 F.2d at 1115 (reasoning that there is “no reason to deprive a defendant of the benefit of an  
24 appropriate lesser included offense instruction if he waives his defense of limitations”).  
25 Defendants cannot now take issue with the instruction on statute of limitations grounds.

26 The court will now discuss the invited error doctrine as it applies to this case.

27 . . .

28 . . .

1 **e. Invited error**

2 The government also addresses the invited error doctrine, contending that defendants are  
3 precluded from arguing that any error existed in the court's instructions to the jury because the  
4 parties agreed on the proposed instructions submitted to the court. Defendants appear to  
5 misinterpret the government's argument, responding that the invited error doctrine does not excuse  
6 the government from proving an element of its case. (Doc. # 595).

7 While defendants' notion is correct, the court has already clarified that effect on a financial  
8 institution is not a requisite element of wire fraud under 18 U.S.C. § 1343. Therefore, the court  
9 does not find that the government failed to prove a basic element of the offense of conviction.

10 The court does not read defendants' motions to argue that any jury instructions given in  
11 this case were erroneous. Nevertheless, to the extent that defendants do suggest any such error,  
12 numerous courts have held that the invited error doctrine precludes this type of objection. *See,*  
13 *e.g., Jones v. United States*, 527 U.S. 373, 388 (1999) (holding that objection to jury instruction  
14 after jury retired was untimely and thus subject to plain error review); *Leavitt v. Arave*, 383 F.3d  
15 809, 847 (9th Cir. 2004) (finding that defendant invited any error in jury instruction by requesting  
16 said instruction in the form it was given); *United States v. Butler*, 74 F.3d 916, 918 n.1 (9th Cir.  
17 1996) (refusing to address argument that lesser included offense instruction was erroneous where  
18 defendant's counsel requested and helped draft it); *see also United States v. DeRosier*, 501 F.3d  
19 888, 898-99 (8th Cir. 2007) (refusing to find plain error in conviction for wire fraud affecting a  
20 financial institution where defendant's own proposed jury instructions did not include effect  
21 element and defendant did not object to jury instructions as given at trial).

22 The wire fraud instruction as charged to the jury was jointly requested by both sides in this  
23 case. (Doc. # 544). The court adopted this instruction verbatim, in accordance with the Ninth  
24 Circuit model instructions. Neither party requested that the court instruct the jury on the additional  
25 element of effect on a financial institution, nor did the parties request an instruction for lesser  
26 included offenses.<sup>3</sup>

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28 <sup>3</sup> Notably, as the government points out, the lesser included offense instruction was unnecessary in light of the fact that the jury received the standard wire fraud instruction only, not an instruction for the greater offense of wire fraud affecting a financial institution. (Doc. # 575).

1 As previously noted, the court does not find error in the jury instructions, nor does any  
 2 party appear to argue error in this case. Nevertheless, the court finds that any such argument would  
 3 be unsuccessful on invited error grounds.

4 The court will now discuss defendants' arguments that their conspiracy convictions  
 5 exceeded the applicable statute of limitations.

6 *ii. Conspiracy*

7 In their motions for joinder, Ball, Gillespie, and Ruvolo contend that they are entitled to a  
 8 judgment of acquittal on their conspiracy convictions based on the applicable statute of limitations.  
 9 (Docs. # 560, 561, 571).

10 As the court found with the wire fraud convictions in this case, failure to assert these statute  
 11 of limitation defenses at trial resulted in their waiver. Moreover, as the government argues, the  
 12 court finds that defendants' statute of limitations arguments as to the conspiracy charges are  
 13 substantively meritless. (Doc. # 575).

14 So long as some overt act in furtherance of the conspiracy occurred within the applicable  
 15 period, a conspiracy conviction does not raise statute of limitations issues. *United States v. Wilbur*,  
 16 674 F.3d 1160, 1171 (9th Cir. 2012). "[A] conspiracy continues until there is affirmative evidence  
 17 of abandonment, withdrawal, disavowal or defeat of the object of the conspiracy." *Id.* at 1176  
 18 (citation and internal quotation marks omitted); *see also* Ninth Cir. Model Crim. Jury Instr. 8.24  
 19 (2015). The defendant has the burden of proving that he withdrew from the conspiracy. *See Smith*  
 20 *v. United States*, 133 S. Ct. 714, 719 (2013).

21 The charging indictment in this case alleged that defendants participated in a conspiracy  
 22 continuing through February 2009. (Doc. # 1). At trial, the government proved at least one overt  
 23 act occurring within the statute of limitations.<sup>4</sup> Based on the evidence, the jury convicted  
 24

25  
 26 <sup>4</sup> For example, the jury found Gregory guilty of count 15 alleging wire fraud. The  
 27 underlying conduct for this count involved Gregory sending an email to Benzer regarding a  
 28 petition for recall at the Sunset Cliffs HOA. (Doc. # 1). This incident is also listed as an overt act  
 in furtherance of the conspiracy under count 1, and it occurred on September 18, 2008, within the  
 applicable statute of limitations. The court therefore finds that the government provided sufficient  
 proof at trial of at least one overt act within the statute of limitations. This is adequate to sustain  
 the conspiracy convictions against defendants' statute of limitations arguments.



1 defendants of the conspiracy charges against them in count one. Defendants have not provided, at  
 2 trial or through the instant motions, any evidence of withdrawal. Accordingly, defendants' statute  
 3 of limitations argument does not provide grounds for acquittal as to their conspiracy convictions.<sup>5</sup>

4 The court has reviewed defendants' arguments, and the government's response, regarding  
 5 Gregory's motion for a judgment of acquittal. Based on the foregoing, the court finds that  
 6 defendants fail to show grounds for acquittal of their wire fraud and conspiracy convictions.  
 7 Accordingly, the court will deny Gregory's motion.

8 The court has addressed the substance of Gregory's motion as to each defendant and  
 9 concluded that all of the arguments contained therein lack merit. In light of the court's holding  
 10 that Gregory's motion does not provide grounds for acquittal as to any defendant, the court finds  
 11 that it would be futile to grant the remaining defendants' motions for joinder. The court will  
 12 therefore deny defendants' motions for joinder as moot.

#### 13 **IV. Conclusion**

14 Accordingly,

15 IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that defendant Edith  
 16 Gillespie's motion for a judgment of acquittal, (doc. # 557), be, and the same hereby is, DENIED.

17 IT IS FURTHER ORDERED that defendant Keith Gregory's motion for a judgment of  
 18 acquittal, (doc. # 558), be, and the same hereby is, DENIED.

19 IT IS FURTHER ORDERED that defendant Edith Gillespie's motions for joinder, (docs.  
 20 # 559, 560), be, and the same hereby are, DENIED as moot.

21 IT IS FURTHER ORDERED that defendant David Ball's motion for joinder, (doc. # 561),  
 22 be, and the same hereby is, DENIED as moot.

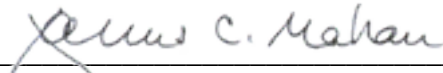
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 25 <sup>5</sup> According to the government, the evidence at trial also showed that Ball and Ruvolo  
 26 committed overt acts within the statute of limitations. (Doc. # 575). Because the court finds that  
 27 the government proved other overt acts in furtherance of the conspiracy, the court need not address  
 28 this additional argument. However, the court notes that Ball and Ruvolo were convicted of count  
 13. The underlying conduct for this count occurred on March 5, 2008, and was further listed in  
 the indictment as an overt act for purposes of count 1. (Doc. # 1). Because this conduct occurred  
 within the statute of limitations, it provides an additional basis for upholding Ball and Ruvolo's  
 conspiracy convictions.



1 IT IS FURTHER ORDERED that defendant Salvatore Ruvolo's motion for joinder, (doc.  
2 # 571), be, and the same hereby is, DENIED as moot.

3 DATED May 13, 2015.

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7 UNITED STATES DISTRICT JUDGE  
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